INDIA - COMMUNIST CHINA

We are a little worried by the increasingly serious situation on the Indian-Chinese border. There is a good chance of fairly serious fighting along that long-contested border. We are pretty sure a major war will be avoided, but it could get pretty hot. While we like the idea that this dispute may harden India's thinking about the Soviet Chica. Bloc, India may ask us for more arms--or may even turn to the USSR for arms--and our goal of improving Indo-Pakistani relations will not be helped along.